

Matthew W. Gissendanner Assistant General Counsel

matthew.gissendanner@scana.com

April 11, 2019

VIA ELECTRONIC FILING

The Honorable Jocelyn G. Boyd Chief Clerk/Administrator Public Service Commission of South Carolina 101 Executive Center Drive Columbia, South Carolina 29211

Re: Annual Review of Base Rates for Fuel Costs for South Carolina Electric & Gas Company; Docket No. 2019-2-E

Dear Ms. Boyd:

On April 1, 2019, South Carolina Electric & Gas Company ("SCE&G" or the "Company") filed a Petition to Rehear or Reconsider Order No. 2019-229 with Respect to Rate PR-2 and in the Alternative, Motion for Stay ("Petition") in the above-referenced matter. As further evidence of the relief requested herein, attached hereto as Attachment A, please find a redacted request for a power purchase agreement ("PPA") submitted to the Company by a solar developer on April 10, 2019. SCE&G submits that this communication constitutes additional evidence that developers continue to express interest in developing solar Qualifying Facilities ("QF") under the current QF rates.

In addition, on April 5, 2019, the South Carolina Solar Business Alliance, Inc. ("SCSBA") filed in the above-referenced matter its Response to the Company's Petition to Rehear or Reconsider ("Response"). Therein, SCSBA stated that it does not oppose suspension of Rate PR-2, subject to the imposition of certain conditions by the Commission. See Resp. pp. 2-3. SCE&G has reviewed SCSBA's Response and herein advises that, if the Petition is granted, the Company does not oppose the ability of QFs that execute a PPA during the suspension period to update the negotiated avoided cost rates for these QFs in the event the South Carolina Supreme Court reverses this Commission's decisions in Docket No. 2018-2-E and the Commission, on remand, either disapproves elements of SCE&G's avoided cost calculations or approves a Rate PR-2 that differs from the rates approved in Docket No. 2018-2-E.

The Honorable Jocelyn G. Boyd April 11, 2019 Page 2

By copy of this letter, we are serving all parties of record with a copy of these documents and attach a certificate of service to that effect.

If you have any questions regarding these matters, please do not hesitate to contact me.

Very truly yours,

latthew W. Gissendanner

MWG/kms Enclosures

cc: Jenny R Pittman, Esquire
Jeffrey M. Nelson, Esquire
Dawn Hipp
Alexander G. Shissias, Esquire
Scott Elliott, Esquire
Richard L. Whitt, Esquire
William C. Cleveland, IV, Esquire
Gudrun Elise Thompson, Esquire
Lauren J. Bowen, Esquire
(all via electronic mail with enclosures)

From: To:

FOLSOM, JOHN E JR (SCE&G - 8M)

Subject: Date:

Wednesday, April 10, 2019 4:51:57 PM

Attachments:

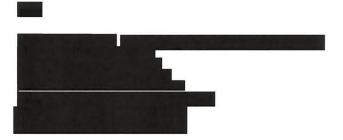
***This is an EXTERNAL email from

. Please do not click on a link or open any attachments unless you are confident it is from a trusted source.

Hi Eddie,

I hope you're well. We'd like to execute the PPA with SCESSG/Dominion for our project. Is the attached still the current version? What info do you need from me to get this in motion? Please let me know.

Thanks,



From: FOLSOM, JOHN E JR < EFOLSOW@scama.com> Sent: Wednesday, September 26, 2018 8:34 AM

To:

Subject: RE: Latest PPA - CONFIDENTIAL

Per your request, Attached is SCE&G's current Draft Template Solar QF PPA for your review. I did also verify that we still have an active confidentiality agreement.

Thanks,

Eddie Folsom

Power Marketing Manager South Carolina Electric & Gas Company 220 Operation Way Mail Code P-26 Cayce, SC 29033 Phone: (803) 217-1405

Phone: (803) 217-1405 Mobile: (803) 206-4424 Fax: (803) 933-8962 efolsom@scana.com

Attachment A Page 2 of 2

From:

Sent: Wednesday, September 26, 2018 8:30 AM **To:** FOLSOM, JOHN E JR < <u>EFOLSOM@scana.com</u>>

Subject: Latest PPA

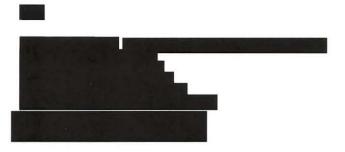
***This is an EXTERNAL email from

Please do not click on a link or open any attachments unless you are confident it is from a trusted source.

Hi Eddie,

Did you ever send me the latest form PPA? If so, I can't find it in my records. Do you mind sending again, please?

Thanks!



BEFORE

THE PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA

DOCKET NO. 2019-2-E

INRE:		
)	
Annual Review of Base Rates for)	
Fuel Costs of South Carolina)	
Electric & Gas Company)	CERTIFICATE
)	OF SERVICE
)	

This is the certify that I have caused to be served this day one copy of South Carolina Electric & Gas Company's additional information for April 1, 2019, Attachment A to the persons named below at the addresses set forth all via electronic mail only:

Jenny R. Pittman, Esquire jpittman@ors.sc.gov

Dawn Hipp dhipp@ors.sc.gov

Jeffrey M. Nelson, Esquire jnelson@ors.sc.gov

Scott Elliott, Esquire selliott@elliottlaw.us

Alexander G. Shissias, Esquire alex@shissiaslawfirm.com

Richard L. Whitt, Esquire rlwhitt@austinrogerspa.com

William C. Cleveland IV, Esquire wcleveland@selcva.org

Gudrun Thompson, Esquire gthompson@selcnc.org

Lauren J. Bowen, Esquire lbowen@selcnc.org

Karen M. Scruggs

Cayce, South Carolina

This 11th day of April 2019